



HEINFELD, MEECH & CO. P.C.
CERTIFIED PUBLIC ACCOUNTANTS

**CITY OF TUCSON, ARIZONA
SINGLE AUDIT REPORTING PACKAGE
FOR THE YEAR ENDED JUNE 30, 2009**

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**CITY OF TUCSON, ARIZONA
SINGLE AUDIT REPORTING PACKAGE
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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and Members of the City Council
City of Tucson, Arizona

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component units and remaining fund information of City of Tucson, Arizona as of and for the year ended June 30, 2009 which collectively comprise City of Tucson, Arizona's basic financial statements and have issued our report thereon dated December 18, 2009. We did not audit the financial statements of the Housing Partnerships discretely presented component units, which represent 5%, 1%, and 1%, respectively, of the assets, net assets, and revenues of the aggregate discretely presented component units and remaining fund information. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Housing Partnerships discretely presented component units is based on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Tucson, Arizona's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Tucson, Arizona's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Tucson, Arizona's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Tucson, Arizona's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the City Council, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
Certified Public Accountants

December 18, 2009



**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Honorable Mayor and Members of the City Council
City of Tucson, Arizona

Compliance

We have audited the compliance of City of Tucson, Arizona with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. City of Tucson, Arizona's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of City of Tucson, Arizona's management. Our responsibility is to express an opinion on City of Tucson, Arizona's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Tucson, Arizona's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of City of Tucson, Arizona's compliance with those requirements.

In our opinion, City of Tucson, Arizona complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of City of Tucson, Arizona is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered City of Tucson, Arizona's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Tucson, Arizona's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units and remaining fund information of City of Tucson, Arizona as of and for the year ended June 30, 2009, and have issued our report thereon dated December 18, 2009. We did not audit the financial statements of the Housing Partnerships discretely presented component units, which represent 5%, 1%, and 1%, respectively, of the assets, net assts, and revenues of the aggregate discretely presented component units and remaining fund information. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Housing Partnerships discretely presented component units is based on the reports of the other auditors. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise City of Tucson, Arizona's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management, the City Council, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
Certified Public Accountants

March 11, 2010, except for the
Schedule of Expenditures of Federal Awards
for which the date is December 18, 2009

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:				
COMMUNITY PLANNING AND DEVELOPMENT:				
Direct programs:				
Community Development Block Grants/Entitlement Grants	14.218	B-06-MC-04-0505	\$ 6,348,684	\$ 1,594,226
Community Development Block Grants/Entitlement Grants	14.218	B-07-MC-04-0505	6,331,206	3,736,639
Community Development Block Grants/Entitlement Grants	14.218	B-08-MC-04-0506	6,102,204	2,580,311
Community Development Block Grants/Entitlement Grants	14.218	B-08-MN-04-0504	7,286,911	951,006
Total Federal Program 14.218			26,069,005	8,862,182
Emergency Shelter Grants Program	14.231	S-07-MC-04-0505	273,819	7,208
Emergency Shelter Grants Program	14.231	S-08-MC-04-0505	272,788	270,753
Total Federal Program 14.231			546,607	277,961
Supportive Housing Program	14.235	AZ01B601013	741,272	15,379
Supportive Housing Program	14.235	AZ01B701002	87,696	67,020
Supportive Housing Program	14.235	AZ01B701010	741,272	689,048
Supportive Housing Program	14.235	AZ01B701019	60,385	53,859
Supportive Housing Program	14.235	AZ01C701018	745,584	565,634
Supportive Housing Program	14.235	AZ0038B97010801	91,037	15,877
Total Federal Program 14.235			2,467,246	1,406,817
Direct program:				
Shelter Plus Care	14.238	AZ01C301001	774,812	213,165
Shelter Plus Care	14.238	AZ01C401001	745,440	156,039
Total Federal Program 14.238			1,520,252	369,204
Direct programs:				
HOME Investment Partnerships Program	14.239	M99-DC040229 -- M06-DC040229	38,035,911	6,461,627
Total Federal Program 14.239			38,035,911	6,461,627
Pass through programs from Pima County:				
Housing Opportunities for Persons with AIDS (HOPWA)	14.241	A-ZH-07-F002	390,000	109,738
Housing Opportunities for Persons with AIDS (HOPWA)	14.241	A-ZH-08-F002	411,000	381,660
Total Federal Program 14.241			801,000	491,398
Direct programs:				
Section 8 Moderate Rehabilitation Single Room Occupancy	14.249	SF-527K(04) / AZ004MR0004	127,070	127,070
Total Federal Program 14.249			127,070	127,070

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:				
Direct Programs:				
Public and Indian Housing	14.850	AZ004-30011008D	378,791	190,647
Public and Indian Housing	14.850	AZ004-30011009D	401,786	199,939
Public and Indian Housing	14.850	AZ004-40001108D	1,990	607
Public and Indian Housing	14.850	AZ004-40011108D	527,077	276,680
Public and Indian Housing	14.850	AZ004-40111109D	559,902	278,621
Public and Indian Housing	14.850	AZ004-50011208D	580,197	260,629
Public and Indian Housing	14.850	AZ004-50011209D	685,163	340,954
Public and Indian Housing	14.850	AZ004-60011308D	475,628	144,993
Public and Indian Housing	14.850	AZ004-60011309D	586,023	339,326
Public and Indian Housing	14.850	AZ004-00004808D	1,214,233	651,186
Public and Indian Housing	14.850	AZ004-00004809D	1,303,542	648,675
Public and Indian Housing	14.850	AZ004-10011508D	111,353	46,333
Public and Indian Housing	14.850	AZ004-10011509D	117,653	58,547
Public and Indian Housing	14.850	AZ004-00005008D	218,135	107,462
Public and Indian Housing	14.850	AZ004-00005009D	230,864	114,883
Public and Indian Housing	14.850	AZ004-00005108D	173,721	90,716
Public and Indian Housing	14.850	AZ004-00005109D	191,973	95,531
Public and Indian Housing	14.850	AZ004-00604008D	73,909	35,434
Public and Indian Housing	14.850	AZ004-00604009D	108,007	53,747
Public and Indian Housing	14.850	AZ004-00006508D	55,722	18,574
Public and Indian Housing	14.850	AZ004-00006509D	43,598	21,695
Public and Indian Housing	14.850	AZ004-00509508D	191,047	191,047
Public and Indian Housing	14.850	AZ004-00509509D	95,868	63,912
Total Federal Program 14.850			8,326,182	4,230,138
Lower Income Housing Assistance-Section 8 Moderate Rehab	14.856	SF-527K(01) / AZ004MR0001	15,333	15,333
Lower Income Housing Assistance-Section 8 Moderate Rehab	14.856	SF-527K(02) / AZ004MR0002	125,983	125,983
Lower Income Housing Assistance-Section 8 Moderate Rehab	14.856	SF-527K(03) / AZ004MR0003	223,908	223,908
Total Federal Program 14.856			365,224	365,224
Demolition and Revitalization of Severely Distressed Public Housing (HOPE VI)	14.866	AZ20URD0041104	9,825,000	671,953
Total Federal Program 14.866			9,825,000	671,953
Resident Opportunity and Supportive Services	14.870	AZ004REF002A004	350,000	122,490
Resident Opportunity and Supportive Services	14.870	AZ004RFS011A007	26,787	19,687
Resident Opportunity and Supportive Services	14.870	AZ004RFS011A008	68,000	11,954
Total Federal Program 14.870			444,787	154,131
Section 8 Housing Choice Vouchers	14.871	SF-527V / AZ004VO	26,323,222	26,323,222
Pass through program from Pima County:				
Section 8 Housing Choice Vouchers	14.871	SF-526V / AZ033VO	4,879,232	4,879,232
Section 8 Housing Choice Vouchers	14.871	SF-526DV / AZ033VO	242,803	242,803
Total Federal Program 14.871			31,445,257	31,445,257
Direct programs:				
Public Housing Capital Fund (CFP)	14.872	AZ20P00450107	1,593,385	1,156,562
Public Housing Capital Fund (CFP)	14.872	AZ20P00450108	1,631,796	1,280,309
Public Housing Capital Fund (CFP)	14.872	AZ20P00450109	1,697,964	92,071
Total Federal Program 14.872			4,923,145	2,528,942
Lead Based Paint Hazard Control in Privately-Owned Housing	14.900	AZLHB037107	3,000,000	1,089,460
Total Federal Program 14.900			3,000,000	1,089,460
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			\$ 127,896,686	\$ 58,481,364

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
DEPARTMENT OF TRANSPORTATION:				
FEDERAL HIGHWAY ADMINISTRATION:				
Pass through programs from Arizona Department of Transportation (Surface Transportation Program):				
Highway Planning and Construction	20.205	HPS-TUC-0(205)A	\$ 199,565	\$ 109,907
Highway Planning and Construction	20.205	HPP-TUC-0(201)A	345,385	92
Highway Planning and Construction	20.205	STP-TUC-01(041)A	266,000	32,086
Highway Planning and Construction	20.205	STP-TUC-01(042)A	1,400,219	1,240,837
Highway Planning and Construction	20.205	STP-TUC-0(044)A	2,200,000	14,285
Highway Planning and Construction	20.205	STP-TUC-0(046)A	14,353,000	289,471
Highway Planning and Construction	20.205	STP-TUC-0(057)A	1,345,490	27,632
Highway Planning and Construction	20.205	STP-TUC-0(058)A Help Loan	12,740,398	6,542,005
Highway Planning and Construction	20.205	STP-TUC-0(063)A	43,607	7,134
Highway Planning and Construction	20.205	STP-TUC-0(067)	150,000	47,860
Highway Planning and Construction	20.205	STP-TUC-0(070)X	51,205	18,324
Highway Planning and Construction	20.205	STP-TUC-0(071)A	116,279	38,781
Highway Planning and Construction	20.205	STP-TUC-0(072)A	100,000	20,949
Highway Planning and Construction	20.205	STP-TUC-0(200)	125,000	69,111
Highway Planning and Construction	20.205	STP-TUC-0(204)X	3,015,537	71,345
Highway Planning and Construction	20.205	STP-TUC-0(206)A	152,921	128,692
Highway Planning and Construction	20.205	STP-TUC-0(207)A	314,962	104,716
Highway Planning and Construction	20.205	STP-TUC-0(210)A	45,614	6,162
Highway Planning and Construction	20.205	STP-TUC-0(211)A	1,000,000	210,924
Highway Planning and Construction	20.205	STP-TUC-0(222)A	300,000	281,018
Highway Planning and Construction	20.205	STP-TUC-0(223)A	200,000	200,000
Highway Planning and Construction	20.205	STP-TUC-0(227)A	94,300	214
Highway Planning and Construction	20.205	TEA 019-A(011)	1,409,979	199
Highway Planning and Construction	20.205	TEA/STP-TUC-0(061)A	4,047,616	21,687
Highway Planning and Construction	20.205	TEA-TUC-0(054)A	113,500	29,774
Highway Planning and Construction	20.205	JPA 01-78 ITS-9904 (009)	1,925,641	25,000
Pass through program from Arizona Department of Transportation and Pima Association of Governments:				
Highway Planning and Construction	20.205	State Contract #T00-49A-0011	405,000	132,348
Highway Planning and Construction	20.205	PAG OWP 5100	494,000	226,068
Highway Planning and Construction	20.205	PAG OWP 5100	205,000	128,792
Highway Planning and Construction	20.205	PAG OWP 5100	78,000	24,485
Highway Planning and Construction	20.205	PAG OWP 5100	70,130	23,360
Total Federal Program 20.205			47,308,348	10,073,258
FEDERAL TRANSIT ADMINISTRATION:				
Direct Programs:				
Federal Transit-Capital Investment Grants	20.500	AZ-04-0007	8,415,000	6,945,674
Federal Transit-Capital Investment Grants	20.500	AZ-03-0044	6,639,832	11,483
Federal Transit-Capital Investment Grants	20.500	AZ-03-0047	6,893,201	86,625
Federal Transit-Capital Investment Grants	20.500	AZ-03-0052	3,644,169	2,925,912
Total Federal Program 20.500			25,592,202	9,969,694
Pass through program from Arizona Department of Transportation and Pima Association of Governments:				
Federal Transit-Metropolitan Planning Grants	20.505	PAG OWP 5200	206,400	103,200
Federal Transit-Metropolitan Planning Grants	20.505	PAG OWP 5200	60,000	26,493
Federal Transit-Metropolitan Planning Grants	20.505	PAG OWP 5200	116,000	20,000
Federal Transit-Metropolitan Planning Grants	20.505	PAG OWP 5200	378,000	124,609
Total Federal Program 20.505			760,400	274,302

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
DEPARTMENT OF TRANSPORTATION				
Direct programs:				
Federal Transit-Formula Grants	20.507	AZ-95-X001	60,000	60,000
Federal Transit-Formula Grants	20.507	AZ-95-X002	822,263	214,857
Federal Transit-Formula Grants	20.507	AZ-95-X004	193,373	20,480
Federal Transit-Formula Grants	20.507	AZ-95-X007	805,040	805,040
Federal Transit-Formula Grants	20.507	AZ-95-X009	441,408	97,161
Federal Transit-Formula Grants	20.507	AZ-90-X048	7,817,669	416,336
Federal Transit-Formula Grants	20.507	AZ-90-X051	8,368,088	409,660
Federal Transit-Formula Grants	20.507	AZ-90-X062	9,745,069	76,674
Federal Transit-Formula Grants	20.507	AZ-90-X066	13,554,143	1,503,352
Federal Transit-Formula Grants	20.507	AZ-90-X071	9,873,309	361,870
Federal Transit-Formula Grants	20.507	AZ-90-X073	10,596,159	2,092,490
Federal Transit-Formula Grants	20.507	AZ-90-X078	9,737,468	3,081,488
Federal Transit-Formula Grants	20.507	AZ-90-X085	10,230,078	5,611,466
Federal Transit-Formula Grants	20.507	AZ-90-X101	12,079,700	4,480,543
Total Federal Program 20.507			<u>94,323,767</u>	<u>19,231,417</u>
Job Access / Reverse Commute Project (JARC)	20.516	AZ-37-X005	997,800	209,630
Total Federal Program 20.516			<u>997,800</u>	<u>209,630</u>
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION:				
Pass through program from Pima County Dept of Transportation:				
State and Community Highway Safety	20.600	01-04-T-138151-0606	255,645	36,886
Pass through programs from Arizona Governor's Office of Highway Safety:				
State and Community Highway Safety	20.600	2005-RS-002	173,000	(66,904)
State and Community Highway Safety	20.600	2007-KA-007	179,837	40,002
State and Community Highway Safety	20.600	2008-OP-022	75,000	69,335
Total Federal Program 20.600			<u>683,482</u>	<u>79,319</u>
Direct Programs:				
Alcohol Traffic Safety & Drunk Driving Prevention	20.601	2007-410-004	180,000	66,722
Alcohol Traffic Safety & Drunk Driving Prevention	20.601	2007-410-012	150,000	106,493
Alcohol Traffic Safety & Drunk Driving Prevention	20.601	2007-K8HV-017	140,000	18,156
Total Federal Program 20.601			<u>470,000</u>	<u>191,371</u>
Occupant Protection	20.602	2008-OP-011	24,000	12,527
Total Federal Program 20.602			<u>24,000</u>	<u>12,527</u>
TOTAL DEPARTMENT OF TRANSPORTATION			\$ <u>170,159,999</u>	\$ <u>40,041,518</u>

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
<u>DEPARTMENT OF HOMELAND SECURITY:</u>				
OFFICE FOR DOMESTIC PREPAREDNESS:				
Direct program:				
Disaster Grants - Public Assistance	97.036	FEMA-3241-EM-AZ-019-77000-00	\$ 1,525,606	\$ 173,368
Total Federal Program 97.036			<u>1,525,606</u>	<u>173,368</u>
Pass through program from Arizona Dept of Emergency & Military Affairs:				
Homeland Security Grant Program	97.067	2006-GE-T6-0007	120,000	19,344
Pass through program from Arizona Dept of Homeland Security:				
Homeland Security Grant Program	97.067	333411-01	47,500	38,457
Homeland Security Grant Program	97.067	333426-01	258,145	156,061
Homeland Security Grant Program	97.067	444413-02	321,221	42,498
Homeland Security Grant Program	97.067	333900-01	520,000	129,540
Homeland Security Grant Program	97.067	333900-02	195,000	62,933
Homeland Security Grant Program	97.067	333900-04	416,000	416,000
Homeland Security Grant Program	97.067	333900-05	100,000	(1,307)
Homeland Security Grant Program	97.067	333900-03	100,000	95,962
Homeland Security Grant Program	97.067	333901.01	100,000	98,403
Homeland Security Grant Program	97.067	444414-01	91,000	91,000
Homeland Security Grant Program	97.067	444414-03	22,258	9,632
Homeland Security Grant Program	97.067	444414-04	392,000	92,862
Homeland Security Grant Program	97.067	444903-03	200,000	158,190
Homeland Security Grant Program	97.067	444413-01	165,240	103,776
Homeland Security Grant Program	97.067	444413.02	100,000	6,296
Homeland Security Grant Program	97.067	444904-01	772,000	2,836
Homeland Security Grant Program	97.067	444904-02	110,000	81,313
Homeland Security Grant Program	97.067	444904-04	25,000	1,965
Total Federal Program 97.067			<u>4,055,364</u>	<u>1,605,761</u>
State Homeland Security Program (SHSP)	97.073	06-AZDOHS-HSGP-222425-06	9,012	9,012
State Homeland Security Program (SHSP)	97.073	06-AZDOHS-HSGP-222425-07	7,988	7,988
Total Federal Program 97.073			<u>17,000</u>	<u>17,000</u>
Pass through program from Arizona Dept of Emergency & Military Affairs:				
Metropolitan Medical Response System	97.071	2006-GE-T6-0007	225,360	21,863
Total Federal Program 97.071			<u>225,360</u>	<u>21,863</u>
Direct program:				
Disaster Housing Assistance Program	97.109	DHAP AZ004F	156,448	71,907
Total Federal Program 97.109			<u>156,448</u>	<u>71,907</u>
FEDERAL EMERGENCY MANAGEMENT AGENCY:				
Direct program:				
Assistance to Firefighters Grant	97.044	EMW-2007-FP-01499	7,575	7,575
Total Federal Program 97.044			<u>7,575</u>	<u>7,575</u>
TOTAL DEPARTMENT OF HOMELAND SECURITY			<u>\$ 5,987,353</u>	<u>\$ 1,897,474</u>

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
DEPARTMENT OF JUSTICE:				
OFFICE OF JUVENILE JUSTICE AND DELINQUENCY PREVENTION:				
Pass through programs from Arizona Governor's Community Policy Office:				
Juvenile Accountability Incentive Block Grants (JAIBG)	16.523	JB-CSG-07-8274-01	\$ 29,889	\$ 4,897
Total Federal Program 16.523			29,889	4,897
Pass through program from Arizona Governor's of Highway Safety:				
Combating Underage Drinking	16.727	2007-OJJDP-006	40,000	25,038
Total Federal Program 16.727			40,000	25,038
OFFICE OF JUSTICE PROGRAMS:				
Direct program:				
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	2007-DN-BX-K138	449,727	238,002
Total Federal Program 16.560			449,727	238,002
EXECUTIVE OFFICE FOR WEED AND SEED:				
Direct programs:				
Community Capacity Development Office	16.595	2007-WS-Q7-0126	125,000	78,150
Community Capacity Development Office	16.595	2007-WS-Q7-0122	200,000	89,069
Community Capacity Development Office	16.595	2007-WS-Q7-0136	200,000	105,775
Community Capacity Development Office	16.595	2008-WS-QX-0070	150,000	25,353
Community Capacity Development Office	16.595	2008-WS-QX-0068	150,000	47,166
Total Federal Program 16.595			825,000	345,513
Pass through program from Space & Naval Warfare Systems Center:				
Regional Information Sharing & Collaboration	16.610	N65236-05-D-6854	208,669	39,200
Total Federal Program 16.610			208,669	39,200
BUREAU OF ALCOHOL, TOBACCO, FIREARMS AND EXPLOSIVES:				
Direct program:				
Community Prosecution and Project Safe Neighborhoods	16.609	None	150,000	49,657
Community Prosecution and Project Safe Neighborhoods	16.609	PSN-08-1018	11,000	11,000
Total Federal Program 16.609			161,000	60,657
OFFICE OF COMMUNITY ORIENTED POLICING SERVICES:				
Direct programs:				
Public Safety Partnership and Community Policing Grants	16.710	2004-CK-WX-0007	989,477	695,826
Public Safety Partnership and Community Policing Grants	16.710	2006-CK-WX-0251	39,489	4,189
Public Safety Partnership and Community Policing Grants	16.710	2008-CK-WX-0319	93,530	67,655
Public Safety Partnership and Community Policing Grants	16.710	2008-CK-WX-0327	257,208	91,241
Public Safety Partnership and Community Policing Grants	16.710	2006-CK-WX-0434	246,807	242,405
Total Federal Program 16.710			1,626,511	1,101,316

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
<u>DEPARTMENT OF JUSTICE:</u>				
<u>OFFICE OF JUSTICE PROGRAMS:</u>				
Direct programs:				
Edward Byrne Memorial Justice Assistance Grant	16.738	2005-DJ-BX-1645	644,227	1,424
Edward Byrne Memorial Justice Assistance Grant	16.738	2006-DJ-BX-1015	361,396	141,178
Edward Byrne Memorial Justice Assistance Grant	16.738	2007-DJ-BX-0361	586,338	298,353
Edward Byrne Memorial Justice Assistance Grant	16.738	2008-DJ-BX-0403	203,286	62,456
Edward Byrne Memorial Justice Assistance Grant	16.738	PL-08-060	434,586	303,387
Pass through program from Arizona Criminal Justice Commission:				
Edward Byrne Memorial Justice Assistance Grant	16.738	DC-09-020	175,186	175,186
Edward Byrne Memorial Justice Assistance Grant	16.738	DC-09-022	10,190	10,190
Total Federal Program 16.738			<u>2,415,209</u>	<u>992,174</u>
Forensic DNA Backlog Reduction Program	16.741	DNC06-07-204	186,120	50,245
Total Federal Program 16.741			<u>186,120</u>	<u>50,245</u>
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	CVF07-08-308	14,457	11,448
Total Federal Program 16.742			<u>14,457</u>	<u>11,448</u>
Forensic Casework DNA Backlog Reduction Program	16.743	DNB06-07-104	77,765	60,751
Forensic Casework DNA Backlog Reduction Program	16.743	DNB07-08-104	178,341	26,747
Total Federal Program 16.743			<u>256,106</u>	<u>87,498</u>
Anti-Gang Initiative	16.744	PSNA-08-3013	77,979	56,149
Anti-Gang Initiative	16.744	Anti-Gang 09-004	85,000	15,124
Total Federal Program 16.744			<u>162,979</u>	<u>71,273</u>
Direct programs:				
DEA Tucson Taskforce Group	16.Unknown	FY 07-08 Allotment	15,854	5,944
DEA Tucson Taskforce Group	16.Unknown	FY 08-09 Allotment	32,658	12,612
US Marshall Services	16.Unknown	DJMS-09-08-M-0125	10,000	1,778
FALCON 2009 Fugitive Apprehension Operation	16.Unknown	None	2,250	2,250
Loya Wire Title III Operation Special Overtime	16.Unknown	None	68,865	68,865
State and Local Anti-Terrorism Training	16.614	66F-PX-A54566-S/LLMOU	32,183	14,861
TOTAL DEPARTMENT OF JUSTICE			<u>\$ 6,537,477</u>	<u>\$ 3,133,571</u>

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
DEPARTMENT OF ENERGY:				
OFFICE OF ENERGY EFFICIENCY & RENEWABLE ENERGY:				
Direct Programs:				
Energy Efficiency & Renewable Energy Information Dissemination, Training & Tech Analysis/Assistance	81.117	DE-FC36-07G017066	\$ 200,000	\$ 86,216
TOTAL DEPARTMENT OF ENERGY			\$ 200,000	\$ 86,216
DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
ADMINISTRATION ON AGING:				
Pass through programs from Area Agency on Aging, Pima Council on Aging (AAA-PCOA):				
Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	City of Tucson/CSD/CCD 2007-08	\$ 192,196	\$ 116,242
Total Federal Program 93.044			192,196	116,242
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	City of Tucson, Parks & Rec. 2007-08	312,296	267,014
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	Breakfast Program	4,494	3,900
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	Breakfast Program	1,671	764
Total Federal Program 93.045			318,461	271,678
Pass through program from Area Agency on Aging, Pima Council on Aging (AAA-PCOA):				
Nutrition Services Incentive Program (NSIP)	93.053	City of Tucson Parks & Rec. 2007-08	\$ 44,209	\$ 42,916
Total Federal Program 93.053			44,209	42,916
Direct program:				
Medicare Enrollment Assistance Program	93.071	02T100017601D	94,000	5,890
Medicare Enrollment Assistance Program	93.071	233-03-0097	280,000	3,533
Medicare Enrollment Assistance Program	93.071	282-99-0032	600,000	757
Total Federal Program 93.071			974,000	10,180
CENTERS FOR DISEASE CONTROL:				
Pass through program from Pima County Department of Health Services:				
Centers for Disease Control and Prevention-Investigations and Technical Assistance	93.283	HG754202	5,000	3,503
Total Federal Program 93.283			5,000	3,503
ADMINISTRATION FOR CHILDREN AND FAMILIES:				
Direct programs:				
Assets for Independence Demonstration Program	93.602	90-EI-0181	100,000	30,231
Total Federal Program 93.602			100,000	30,231
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION:				
Pass through program from Pima County Prevention Partnership				
Substance Abuse and Treatment SAPT Program	93.959	None	7,074	2,160
Total Federal Program 93.959			7,074	2,160
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES			\$ 1,640,940	\$ 476,910

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
ENVIRONMENTAL PROTECTION AGENCY:				
OFFICE OF SOLID WASTE AND EMERGENCY RESPONSE:				
Direct programs:				
Congressionally Mandated Projects - Water Security Imprvmnts	66.202	XP-96993301	\$ 723,200	\$ 231,205
Congressionally Mandated Projects - Water Security Imprvmnts	66.202	AP-96993701	430,200	137,599
Total Federal Program 66.202			<u>1,153,400</u>	<u>368,804</u>
 Brownfields Job Training Cooperative Agreements	66.815	JT96950601-0	200,000	(496)
Total Federal Program 66.815			<u>200,000</u>	<u>(496)</u>
 Brownfields Assessment & Cleanup Cooperative Agreements	66.818	BF-96915301-0	200,000	64,526
Brownfields Assessment & Cleanup Cooperative Agreements	66.818	BF-96955901-0 G900NY00	200,000	92,053
Brownfields Assessment & Cleanup Cooperative Agreements	66.818	BF-96955901-0 G900OR00	200,000	90,488
Brownfields Assessment & Cleanup Cooperative Agreements	66.818	BF-99919101-0	200,000	56,096
Total Federal Program 66.818			<u>800,000</u>	<u>303,163</u>
 TOTAL ENVIRONMENTAL PROTECTION AGENCY			<u>\$ 2,153,400</u>	<u>\$ 671,471</u>
DEPARTMENT OF INTERIOR				
FISH AND WILDLIFE SERVICE:				
Direct program:				
Fish, Wildlife and Plant Conservation Resource Management	15.231	1448-20181-06G-569	\$ 24,750	\$ 16,464
 BUREAU OF RECLAMATION:				
Direct program:				
Water Reclamation and Reuse Program	15.504	06FG320710	40,550	19,700
 FISH AND WILDLIFE SERVICE:				
Pass through program from Arizona Game and Fish Department:				
Cooperative Endangered Species Conservation Fund	15.615	KR04-0357-EQS	240,000	36,358
Cooperative Endangered Species Conservation Fund	15.615	P0012008005133	173,750	8,756
Total Federal Program 15.615			<u>413,750</u>	<u>45,114</u>
 NATIONAL PARKS SERVICE:				
Pass through program from Arizona State Historic Preservation Office:				
Historic Preservation Fund Grants-in-Aid	15.904	AZ-07-016	10,000	10,000
Total Federal Program 15.904			<u>10,000</u>	<u>10,000</u>
 TOTAL DEPARTMENT OF INTERIOR			<u>\$ 489,050</u>	<u>\$ 91,278</u>
DEPARTMENT OF THE TREASURY:				
Direct program:				
Asset Forfeiture - Equitable Sharing	21.Unknown	FY 06-07 Allotment	\$ 157,181	\$ 20,654
DEPARTMENT OF AGRICULTURE:				
FOREST SERVICE:				
Pass through program from Arizona State Land Department:				
Cooperative Forestry Assistance	10.664	CCG7-9	\$ 10,000	\$ 8,965

CITY OF TUCSON, ARIZONA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEAR ENDED JUNE 30, 2009

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA No.	Federal And/Or Pass-Through Grantor Contract No.	Program or Award Amount	Expenditures
<u>EXECUTIVE OFFICE OF THE PRESIDENT:</u>				
OFFICE OF NATIONAL DRUG CONTROL POLICY:				
Pass through programs from Pima County Sheriff's Department:				
High Intensity Drug Trafficking Area	95.001	HT16-06-0715	\$ 16,888	\$ 1,151
High Intensity Drug Trafficking Area	95.001	HT16-06-2110	21,670	4,853
High Intensity Drug Trafficking Area	95.001	HT17-07-2110	17,908	9,317
High Intensity Drug Trafficking Area	95.001	HT17-07-1715(CNA)	120,724	34,190
High Intensity Drug Trafficking Area	95.001	HT17-08-1715	10,158	10,158
High Intensity Drug Trafficking Area	95.001	HT17-08-1715	114,210	114,205
High Intensity Drug Trafficking Area	95.001	HT18-08-2110	17,908	10,365
TOTAL EXECUTIVE OFFICE OF THE PRESIDENT			\$ <u>319,466</u>	\$ <u>184,239</u>
<u>DEPARTMENT OF DEFENSE:</u>				
OFFICE OF ECONOMIC ADJUSTMENT:				
Community Economic Adjustment Assistance for Establishment, Realignment or Closure of Military Installation:	12.607	CL0672-08-01	\$ <u>144,416</u>	\$ <u>57,790</u>
TOTAL ALL AGENCIES			\$ <u>315,695,968</u>	\$ <u>105,151,450</u>

CITY OF TUCSON, ARIZONA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2009

NOTE 1 - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activity of City of Tucson, Arizona and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

NOTE 2 - CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS

The program titles and CFDA numbers were obtained from the federal or pass-through grantor or the 2009 *Catalog of Federal Domestic Assistance*.

NOTE 3 - NEGATIVE AMOUNTS

The negative amounts presented in the Schedule of Expenditures of Federal Awards for grants arose from adjustments of cumulative totals of prior year expenditures to the related grant awards.

NOTE 4 – CLEAN RENEWABLE ENERGY BOND PROGRAM

The City received \$7,595,900 of assistance associated with the Clean Renewable Energy Bond Program administered by the Internal Revenue Service pursuant to the *Energy Improvement and Extension Act of 2008*. These tax-credit bonds allow for interest free financing of approved renewable energy facilities projects. The bonds are payable in equal installments of \$584,300 over 13 fiscal years beginning in fiscal year 2010. In fiscal year 2009 the City has utilized \$5,049,681 of the proceeds with the remaining \$2,546,600 to be expended in fiscal year 2010. This assistance is not considered Federal awards in accordance with OMB Circular A-133, and therefore, is not included in this schedule.

**CITY OF TUCSON, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2009**

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:

Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified that are not considered to be a material weakness(es)? yes X none reported

Noncompliance material to financial statements noted?

 yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes X no
- Significant deficiency(ies) identified that are not considered to be a material weakness(es)? yes X none reported

Type of auditors' report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?

 yes X no

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grants/Entitlement Grants
14.850	Public and Indian Housing
14.871	Section 8 Housing Choice Vouchers

Dollar threshold used to distinguish between Type A and Type B programs:

\$3,154,544

Auditee qualified as low-risk auditee?

 X yes no

**CITY OF TUCSON, ARIZONA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2009**

**SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

None reported.

SECTION III - FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

None reported.

**CITY OF TUCSON, ARIZONA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2009**

Status of Federal Award Findings and Questioned Costs

The City had no findings or questioned costs related to federal awards noted in prior audits that require a status.